

W. R. Grace & Co. - Conn
Bank Reconciliations
October 2001
MOR-1

	First Union Daleen Deposit 2090002554779	First Union SBA Deposit 2090003135045	JP Morgan Chase Concentration 16001257	Fleet Bank Payroll 44987004
Balance per books	\$ 62,887	\$ 165,072	\$ 535,338	\$ -
Bank Balance				
(+) Deposits in transit	\$ 62,972	\$ 165,421	\$ 559,486	\$ -
(-) Outstanding checks				
Other	(85)	(349)	(24,148)	
Adjusted bank balance	\$ 62,887	\$ 165,072	\$ 535,338	\$ -
Deposits in Transit	Date	Amt	Date	Amt
Outstanding Checks	Ck #	Amt	Ck #	Amt
Other				
Transfers between bank accounts				
Accounting error				
Interest not recorded on books				
Bank fees not recorded on books				
Payroll tax payments not recorded				
Unreconciled bank activity				
Unreconciled ledger activity				
Returned item adjustment				
Payroll/other activity in transit				
Petty cash funds				
Unrecorded deposit				

W. R. Grace & Co. - Conn
Bank Reconciliations
October 2001
MOR-1

	Bank of America Payroll 3750245235	Bank of America Payroll 8188003115	Bank of America Lockbox 8188203114	First Union Concentration 2000000282172
Balance per books	\$ -	\$ 8,154	\$ 1,953,417	\$ 1,878,109
Bank Balance	\$ -	\$ 8,154	\$ 1,958,997	\$ 2,247,121
(+) Deposits in transit				
(-) Outstanding checks				
Other			(5,580)	(369,012)
Adjusted bank balance	\$ -	\$ 8,154	\$ 1,953,417	\$ 1,878,110
Deposits in Transit	Date	Amt	Date	Amt
Outstanding Checks	Ck. #	Amount	Ck. #	Amount
Other				
Transfers between bank accounts				
Accounting error				
Interest not recorded on books				
Bank fees not recorded on books				
Payroll tax payments not recorded				
Unreconciled bank activity				
Unreconciled ledger activity				
Returned item adjustment				
Payroll/other activity in transit				
Petty cash funds				
Unrecorded deposit			(5,580)	(369,012)

W. R. Grace & Co. - Conn

Bank Reconciliations

October 2001

MOR-1

	First Union Payroll 2079900016741	First Union Petty Cash 2079900005600	Civic Bank Payroll 15502015736	Fleet Bank Payroll 51217666
Balance per books	\$ 1,407,644	\$ 5,708	\$ 20,163	\$ 3,544
Bank Balance (+) Deposits in transit (-) Outstanding checks Other	\$ - (190,241) 1,597,885	\$ - 5,708	\$ 20,163	\$ 3,274 270
Adjusted bank balance	\$ 1,407,644	\$ 5,708	\$ 20,163	\$ 3,544
Deposits in Transit	Date	Amt	Date	Amt
Outstanding Checks	Ck. #	Amount	Ck. #	Amount
	detail available			
Other				
Transfers between bank accounts				
Accounting error				
Interest not recorded on books				
Bank fees not recorded on books				
Payroll tax payments not recorded				
Unreconciled bank activity				
Unreconciled ledger activity				
Returned item adjustment				
Payroll/other activity in transit				
Petty cash funds				
Unrecorded deposit				270

W. R. Grace & Co. - Conn
Bank Reconciliations
October 2001
MOR-1

	First Union Libby Medical 2079900065006	First Union Accts Payable 2079920005761	First Union Payroll 2079900067554	Wachovia Lockbox 1866-082535
Balance per books	\$ 30,376	\$ (5,414,869)	\$ 796,351	\$ 1,898,408
Bank Balance (+) Deposits in transit (-) Outstanding checks Other	\$ - 30,376	\$ - (6,571,549) 1,156,680	\$ - (66,051) 862,402	\$ 857,313 1,041,095
Adjusted bank balance	\$ 30,376	\$ (5,414,869)	\$ 796,351	\$ 1,898,408
Deposits in Transit	Date	Amt	Date	Amt
Outstanding Checks	Ck #	Amount	Ck # detail available	Amount
Other				
Transfers between bank accounts				852,325
Accounting error				268,630
Interest not recorded on books				
Bank fees not recorded on books				1,645
Payroll tax payments not recorded				(86,628)
Unreconciled bank activity				
Unreconciled ledger activity				
Returned item adjustment				
Payroll/other activity in transit				
Petty cash funds				5,123
Unrecorded deposit				

W. R. Grace & Co. - Conn

Bank Reconciliations

October 2001

MOR-1

	First Union Accts payable 2079900005260	First Union Accts Payable 2079900005231	Allfirst Payroll 16298631	SunTrust Payroll 00000141309
Balance per books	\$ (3,400,444)	\$ (1,204,643)	\$ 195,000	\$ 45,000
Bank Balance (+) Deposits in transit (-) Outstanding checks Other	\$ - (3,112,917) (287,527)	\$ - (1,204,643)	\$ 685,980 (249,714) (241,266)	\$ 45,291 (291)
Adjusted bank balance	\$ (3,400,444)	\$ (1,204,643)	\$ 195,000	\$ 45,000
Deposits in Transit	Date	Amt	Date	Amt
Outstanding Checks	Ck. #	Amount	Ck. #	Amount
	SAP	(3,087,927)		
	5065	(2,050)		
	6731	(11)		
	7670	(1,348)		
	8610	(1,719)		
	11880	(2,568)		
	11990	(192)		
	12057	(300)		
	12255	(135)		
	14661	(1,635)		
	15077	(1,129)		
	17294	(54)		
	17328	(7,438)		
	19200	(4,727)		
	19495	(1,142)		
	19501	(543)		
Other			detail available	
Transfers between bank accounts				
Accounting error				
Interest not recorded on books				
Bank fees not recorded on books				
Payroll tax payments not recorded				
Unreconciled bank activity				
Unreconciled ledger activity				
Returned item adjustment				
Payroll/other activity in transit				
Petty cash funds				
Unrecorded deposit				

W. R. Grace & Co. - Conn Bank Reconciliations October 2001 MOR-1		PNC 4002641360	Hibernia Natl Disbursement 101391210	Bank of America Payroll 0000 0002 2137	Allfirst Payroll 16298657	First Union Petty Cash 2040000016900	
Balance per books		\$ 25,000	\$ 10,000	\$ 25,000	\$ 40,760	\$ 32,416	
Bank Balance (+) Deposits in transit (-) Outstanding checks Other		\$ 25,000	\$ 9,830	\$ 30,610 (337) (5,273)	\$ 188,290 (17,953) (129,578)	\$ 39,860 (7,444)	
Adjusted bank balance		\$ 25,000	\$ 10,000	\$ 25,000	\$ 40,760	\$ 32,416	
Deposits in Transit		Date	Amt	Date	Amt	Date	Amt
Outstanding Checks		Ck. #	Amount	Ck. #	Amount	Ck. #	Amount
				40820	(337)	4434 100316 100282 4575 4592 4746 4767 4770 4773 4774 100359	(2,103) (1,655) (371) (2,918) (693) (1,823) (3,146) (1,093) (1,195) (2,350) (606)
Other							
Transfers between bank accounts					(5,384)		
Accounting error					(2)		
Interest not recorded on books							
Bank fees not recorded on books				170			
Payroll tax payments not recorded					112		
Unreconciled bank activity							
Unreconciled ledger activity							
Returned item adjustment							
Payroll/other activity in transit							
Petty cash funds					11,238		
Unrecorded deposit						1,000	

W. R. Grace & Co. - Conn Bank Reconciliations October 2001 MOR-1		Banco de Credito Operating Acct 1931115122058	Banco de Credito Operating Acct 1931125963172	Banco de Credito Time Deposit	Bank of Boston Operating Acct 0164519	Bank of Boston Operating Acct 0154424
Balance per books	(Soles) \$ 2,005	(US\$) \$ 196,332		\$ -	(Soles) \$ 35,854	(US\$) \$ 585,770
Bank Balance	\$ 4,529	\$ 196,814		\$ -	\$ 35,854	\$ 585,770
(+) Deposits in transit	(2,524)	(483)				
(-) Outstanding checks						
Other						
Adjusted bank balance	\$ 2,005	\$ 196,332		\$ -	\$ 35,854	\$ 585,770
Deposits In Transit	Date	Date	Date	Date	Date	Date
Outstanding Checks	Ck. #	Ck. #	Ck. #	Ck. #	Ck. #	Ck. #
	7609365 7609372	(500) (2,024)	2809129 2809124 2809128	(250) (188) (45)		
Other						
Transfers between bank accounts						
Accounting error						
Interest not recorded on books						
Bank fees not recorded on books						
Payroll tax payments not recorded						
Unreconciled bank activity						
Unreconciled ledger activity						
Returned item adjustment						
Payroll/other activity in transit						
Petty cash funds						
Unrecorded deposit						

W. R. Grace & Co. Bank Reconciliations October 2001 MOR-1		
		JP Morgan Chase Pass Through 323881963
Balance per books		\$ -
Bank Balance (+) Deposits in transit (-) Outstanding checks Other		
Adjusted bank balance		\$ -
Deposits in Transit	Date	Amt
Outstanding Checks	Ck. #	Amt
Other		
Transfers between bank accounts Accounting error Interest not recorded on books Bank fees not recorded on books Payroll tax payments not recorded Unreconciled bank activity Unreconciled ledger activity Returned item adjustment Payroll activity in transit Petty cash funds		

Remedium Group, Inc. Bank Reconciliations October 2001 MOR-1		JP Morgan Chase Pass Through 323883842	JP Morgan Chase Disbursement 601831985
Balance per books		\$ (22,006)	\$ (231,877)
Bank Balance			
(+) Deposits in transit			(291,433)
(-) Outstanding checks			
Other		(22,006)	59,556
Adjusted bank balance		\$ (22,006)	\$ (231,877)
Deposits in Transit	Date	Amount	Date
Outstanding Checks	Ck. #	Amount	Ck. #
			2514 (60)
			3005 (415)
			3010 (115)
			3217 (87)
			3346 (2,934)
			3355 (200)
			3447 (200)
			3448 (2,083)
			3452 (27)
			3455 (2,342)
			3456 (157)
			3457 (11)
			3458 (225)
			3459 (12,663)
			3460 (18)
			3461 (5,817)
			3462 (873)
			3463 (171)
			3464 (2,071)
			3465 (28)
			3466 (12,148)
			3467 (14)
			3468 (6,080)
			3469 (2,496)
			3470 (73)
			3471 (114,189)
			3472 (3)
			3473 (881)
			3474 (2)
			3475 (109)
			3476 (20)
			3477 (96)
			3478 (86,957)
			3479 (5,163)
			3480 (122)
			3481 (32)
			3485 (32,753)
Other			
Transfers between bank accounts			
Accounting error			
Interest not recorded on books			
Bank fees not recorded on books			
Payroll tax payments not recorded			
Unreconciled bank activity			
Unreconciled ledger activity			
Returned item adjustment			
Payroll activity in transit			
Petty cash funds			
		(22,006)	59,556

CC Partners Bank Reconciliations October 2001 MOR-1		First Union Deposit Acct. 2199500031802
Balance per books		\$ (1,599,153)
Bank Balance (+) Deposits in transit (-) Outstanding checks Other		(1,599,153)
Adjusted bank balance		\$ (1,599,153)
Deposits in Transit		Date Amt
Outstanding Checks		Ck. # Amt
Other		
Transfers between bank accounts Accounting error Interest not recorded on books Bank fees not recorded on books Payroll tax payments not recorded Unreconciled bank activity Unreconciled ledger activity Returned item adjustment Payroll activity in transit Petty cash funds		(1,599,153)

Darex Puerto Rico, Inc. Bank Reconciliations October 2001 MOR-1		
		Citibank Operating Acct 300153011
Balance per books		\$ 3,038,269
Bank Balance		2,962,659
(+) Deposits in transit		93,628
(-) Outstanding checks		(18,551)
Other		532
Adjusted bank balance		\$ 3,038,268
Deposits in Transit	Date	Amt
	10/29/2001	93,628
Outstanding Checks	Ck. #	Amt
	13767	(5,002)
	15207	(1,591)
	15265	(6,200)
	15267	(495)
	15278	(4,628)
	15280	(634)
Other		
Transfers between bank accounts		
Accounting error		
Interest not recorded on books		
Bank fees not recorded on books		
Payroll tax payments not recorded		
Unreconciled bank activity		
Unreconciled ledger activity		
Returned item adjustment		
Payroll activity in transit		
Petty cash funds		532

Kootenai Development Company Bank Reconciliations October 2001 MOR-1		
		First National Bank of Montana Checking 1049097
Balance per books		\$ 36,936
Bank Balance		36,936
(+) Deposits in transit		
(-) Outstanding checks		
Other		
Adjusted bank balance		\$ 36,936
Deposits In Transit		Date Amt
Outstanding Checks		Ck. # Amt
Other		
Transfers between bank accounts		
Accounting error		
Interest not recorded on books		
Bank fees not recorded on books		
Payroll tax payments not recorded		
Unreconciled bank activity		
Unreconciled ledger activity		
Returned item adjustment		
Payroll activity in transit		
Petty cash funds		

Grace Europe, Inc. Bank Reconciliations October 2001 MOR-1		Barclays Bank PLC
Balance per books		\$ (11,520)
Bank Balance (+) Deposits in transit (-) Outstanding checks Other		(11,520)
Adjusted bank balance		\$ (11,520)
Deposits in Transit		Date Amt
Outstanding Checks		Ck. # Amt
Other		
Transfers between bank accounts Accounting error Interest not recorded on books Bank fees not recorded on books Payroll tax payments not recorded Unreconciled bank activity Unreconciled ledger activity Returned item adjustment Payroll activity in transit Petty cash funds		(11,520)

W.R. Grace & Co. - Chapter 11 Filing Entities**Combining Statement of Operations****MOR - 2****November 2001**

	W.R. Grace & Co. - Conn.	W.R. Grace & Co.	Remedium Group, Inc.	CCHP, Inc.	CC Partners	Grace Washington, Inc.	Litigation Management, Inc.	Grace Europe, Inc.	L.B. Realty, Inc.
Net sales to third parties	\$ 70,284,156	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities	11,205,942	-	-	-	-	-	-	-	-
Net sales to filing entities	231,293	-	-	-	-	-	-	-	-
Interest and royalties from non-filing entities, net	1,361,473	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	(5,231,841)	3,720,295	648,094	19,173	845,233	-	2,602,915	-	-
Other income	(150,000)	-	-	-	-	-	-	-	-
	77,701,023	3,720,295	648,094	19,173	845,233	-	2,602,915	-	-
Cost of goods sold to third parties	44,534,536	-	-	-	-	-	-	-	-
Cost of goods sold to non-filing entities	8,468,945	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	203,356	-	-	-	-	-	-	-	-
Selling, general and administrative expenses	17,023,717	-	2,657	-	-	34,853	-	-	-
Research and development expenses	2,984,044	-	-	-	-	-	-	-	-
Depreciation and amortization	4,389,130	-	2,256	-	-	-	-	-	-
Interest expense	2,067,629	-	-	-	-	-	-	-	-
	79,671,357	-	4,913	-	-	34,853	-	-	-
Income before Chapter 11 reorganization expenses, income taxes, minority interest and equity in net income of non-filing entities	(1,970,335)	3,720,295	643,181	19,173	845,233	(34,853)	2,602,915	-	-
Chapter 11 reorganization expenses, net (Provision for) benefit from income taxes	(928,975)	-	-	-	-	-	-	-	-
Minority interest in income of subsidiary	(4,181,553)	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-
Net income	\$ (7,080,863)	\$ 3,720,295	\$ 643,181	\$ 19,173	\$ 845,233	\$ (34,853)	\$ 2,602,915	\$ -	\$ -

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities**Combining Statement of Operations****MOR - 2****November 2001**

	Grace International Holdings, Inc.	Darex Puerto Rico, Inc.	Alewife Land Corporation	Alewife Boston, Ltd.	Five Alewife Boston Ltd.	GN Holdings, Inc.	MRA Holdings Corp.	MRA Intermedco, Inc.	MRA Staffing Systems, Inc.	Kootenai Development Company
Net sales to third parties	\$ -	\$ 426,945	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities	-	-	-	-	-	-	-	-	-	-
Net sales to filing entities	-	-	-	-	-	-	-	-	-	-
Interest and royalties from non-filing entities, net	1,986,830	-	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	(2,603,838)	-	-	-	-	-	-	-	-	-
Other income	-	-	-	-	-	-	-	-	-	-
	(617,007)	426,945	-	-	-	-	-	-	-	-
Cost of goods sold to third parties	-	221,133	-	-	-	-	-	-	-	-
Cost of goods sold to non-filing entities	-	-	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	-	27,936	-	-	-	-	-	-	-	-
Selling, general and administrative expenses	-	108,710	-	-	-	-	-	-	-	-
Research and development expenses	-	-	-	-	-	-	-	-	-	-
Depreciation and amortization	-	7,059	-	-	-	-	-	-	-	-
Interest expense	-	-	-	-	-	-	-	-	-	-
	-	364,837	-	-	-	-	-	-	-	-
Income before Chapter 11 reorganization expenses, income taxes, minority interest and equity in net income of non-filing entities	(617,007)	62,107	-	-	-	-	-	-	-	-
Chapter 11 reorganization expenses, net	-	-	-	-	-	-	-	-	-	-
(Provision for) benefit from income taxes	(44,981)	-	-	-	-	-	-	-	-	-
Minority interest in income of subsidiary	-	-	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-	-
Net income	\$ (661,988)	\$ 62,107	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities**Combining Statement of Operations****MOR - 2****November 2001**

	CB Biomedical, Inc.	Amicon, Inc.	Grace Environmental, Inc.	Grace Chemical Company of Cuba	Southern Oil, Resin & Fiberglass, Inc.	Guanica- Caribe Land Development Corporation	Dewey & Almy, LLC	A-1 Bit & Tool Co., Inc.	Grace Tarpon Investors, Inc.	G.C Limited Partners I, Inc.
Net sales to third parties	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities	-	-	-	-	-	-	-	-	-	-
Net sales to filing entities	-	-	-	-	-	-	-	-	-	-
Interest and royalties from non-filing entities, net	-	-	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	-	-	-	-	-	-	-	-	-	-
Other income	-	-	-	-	-	-	-	-	-	-
Cost of goods sold to third parties	-	-	-	-	-	-	-	-	-	-
Cost of goods sold to non-filing entities	-	-	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	-	-	-	-	-	-	-	-	-	-
Selling, general and administrative expenses	-	-	-	-	-	-	-	-	-	-
Research and development expenses	-	-	-	-	-	-	-	-	-	-
Depreciation and amortization	-	-	-	-	-	-	-	-	-	-
Interest expense	-	-	-	-	-	-	-	-	-	-
Income before Chapter 11 reorganization expenses, income taxes, minority interest and equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-	-
Chapter 11 reorganization expenses, net	-	-	-	-	-	-	-	-	-	-
(Provision for) benefit from income taxes	-	-	-	-	-	-	-	-	-	-
Minority interest in income of subsidiary	-	-	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-	-
Net Income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities**Combining Statement of Operations****MOR - 2****November 2001**

	Monolith Enterprises, Incorporated	Grace Culinary Systems, Inc.	Grace Hotel Services Corporation	Monroe Street, Inc.	Grace H-G Inc.	Hanover Square Corporation	Ecarg, Inc.	W.R. Grace Land Corporation	G C Management, Inc.	Water Street Corporation
Net sales to third parties	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities	-	-	-	-	-	-	-	-	-	-
Net sales to filing entities	-	-	-	-	-	-	-	-	-	-
Interest and royalties from non-filing entities, net	-	-	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	-	-	-	-	-	-	-	-	-	-
Other income	-	-	-	-	-	-	-	-	-	-
Cost of goods sold to third parties	-	-	-	-	-	-	-	-	-	-
Cost of goods sold to non-filing entities	-	-	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	-	-	-	-	-	-	-	-	-	-
Selling, general and administrative expenses	-	-	-	-	-	-	-	-	-	-
Research and development expenses	-	-	-	-	-	-	-	-	-	-
Depreciation and amortization	-	-	-	-	-	-	-	-	-	-
Interest expense	-	-	-	-	-	-	-	-	-	-
Income before Chapter 11 reorganization expenses, income taxes, minority interest and equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-	-
Chapter 11 reorganization expenses, net (Provision for) benefit from income taxes	-	-	-	-	-	-	-	-	-	-
Minority interest in income of subsidiary	-	-	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-	-
Net income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities**Combining Statement of Operations****MOR -2****November 2001**

	Del Taco Restaurants, Inc.	W.R. Grace Capital Corporation	Gloucester New Communities Company, Inc.	Creative Food 'N Fun Company	Grace PAR Corporation	Grace A-B Inc.	Homco International, Inc.	GPC Thomasville Corp.	Grace Ventures Corp.	Grace Energy Corporation
Net sales to third parties	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities	-	-	-	-	-	-	-	-	-	-
Net sales to filing entities	-	-	-	-	-	-	-	-	-	-
Interest and royalties from non-filing entities, net	-	-	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	-	-	-	-	-	-	-	-	-	-
Other income	-	-	-	-	-	-	-	-	-	-
Cost of goods sold to third parties	-	-	-	-	-	-	-	-	-	-
Cost of goods sold to non-filing entities	-	-	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	-	-	-	-	-	-	-	-	-	-
Selling, general and administrative expenses	-	-	-	-	-	-	-	-	-	-
Research and development expenses	-	-	-	-	-	-	-	-	-	-
Depreciation and amortization	-	-	-	-	-	-	-	-	-	-
Interest expense	-	-	-	-	-	-	-	-	-	-
Income before Chapter 11 reorganization expenses, income taxes, minority interest and equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-	-
Chapter 11 reorganization expenses, net	-	-	-	-	-	-	-	-	-	-
(Provision for) benefit from income taxes	-	-	-	-	-	-	-	-	-	-
Minority interest in income of subsidiary	-	-	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-	-
Net income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W.R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities**Combining Statement of Operations****MOR - 2****November 2001**

	GEC Management Corporation	Grace Offshore Company	Coalgrace, Inc.	Grace A-B II Inc.	Grace H-G II Inc.	Coalgrace II, Inc.	Gracecoal II, Inc.	Gracoal, Inc.	Grace Drilling Company	Grace Petroleum Libya Incorporated
Net sales to third parties	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities	-	-	-	-	-	-	-	-	-	-
Net sales to filing entities	-	-	-	-	-	-	-	-	-	-
Interest and royalties from non-filing entities, net	-	-	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	-	-	-	-	-	-	-	-	-	-
Other income	-	-	-	-	-	-	-	-	-	-
Cost of goods sold to third parties	-	-	-	-	-	-	-	-	-	-
Cost of goods sold to non-filing entities	-	-	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	-	-	-	-	-	-	-	-	-	-
Selling, general and administrative expenses	-	-	-	-	-	-	-	-	-	-
Research and development expenses	-	-	-	-	-	-	-	-	-	-
Depreciation and amortization	-	-	-	-	-	-	-	-	-	-
Interest expense	-	-	-	-	-	-	-	-	-	-
Income before Chapter 11 reorganization expenses, income taxes, minority interest and equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-	-
Chapter 11 reorganization expenses, net (Provision for) benefit from income taxes	-	-	-	-	-	-	-	-	-	-
Minority interest in income of subsidiary	-	-	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-	-
Net income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W.R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities**Combining Statement of Operations****MOR -2****November 2001**

	Axial Basin Ranch Company	Hayden-Gulch West Coal Company	H-G Coal Company	Eliminations between Filing Entities	Conversion to Equity Method	COMBINED FILING ENTITIES
Net sales to third parties	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 70,711,100
Net sales to non-filing entities	-	-	-	(231,293)	-	11,205,942
Net sales to filing entities	-	-	-	(31)	-	3,348,303
Interest and royalties from non-filing entities, net	-	-	-	-	-	-
Interest and royalties from filing entities, net	-	-	-	-	-	(150,000)
Other income	-	-	-	(231,324)	-	85,115,346
Cost of goods sold to third parties	-	-	-	-	-	44,755,669
Cost of goods sold to non-filing entities	-	-	-	-	-	8,468,945
Cost of goods sold to filing entities	-	-	-	(231,293)	-	-
Selling, general and administrative expenses	-	-	-	-	-	17,169,936
Research and development expenses	-	-	-	-	-	2,984,044
Depreciation and amortization	-	-	-	-	-	4,398,445
Interest expense	-	-	-	-	-	2,067,629
Income before Chapter 11 reorganization expenses, income taxes, minority interest and equity in net income of non-filing entities	-	-	-	(231,293)	-	79,844,668
Chapter 11 reorganization expenses, net (Provision for) benefit from income taxes	-	-	-	(31)	-	5,270,678
Minority interest in income of subsidiary	-	-	-	-	-	(928,975)
Equity in net income of non-filing entities	-	-	-	-	-	(4,226,534)
Net income	\$ -	\$ -	\$ -	\$ (31)	\$ 7,121,183	\$ 7,236,352

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.